LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Conservation Auditorium, 1st Floor, State Land & Natural Resources Building, 625 North 4th Street, Baton Rouge, Louisiana, at 9:00 a.m., on **TUESDAY, OCTOBER 23, 2001**, upon the application of **KCS MEDALLION RESOURCES, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of an Order pertaining to the following matters relating to the **Hosston Formation**, **Reservoir A**, the **Cotton Valley Formation**, **Reservoir A** and the Lower Cotton Valley Formation, Reservoir A, in the Elm Grove Field, Caddo and Bossier Parishes, Louisiana.

- 1. To authorize KCS Medallion Resources, Inc. to drill, complete and utilize the Pilkinton No. 1 Well as an additional alternate unit well for HOSS RA SU14 at the exceptional location shown on the plat submitted with the application.
- 2. To authorize KCS Medallion Resources, Inc. to drill, complete and utilize the Pilkinton No. 1 Well as an additional alternate unit well for CV RA SU14 at the exceptional location shown on the plat submitted with the application.
- 3. To authorize KCS Medallion Resources, Inc. to drill, complete and utilize the Pilkinton No. 1 Well as an additional alternate unit well for LCV RA SUK at the exceptional location shown on the plat submitted with the application.
- 4. To authorize the unit allowable for these Hosston Formation, Reservoir A, the Cotton Valley Formation, Reservoir A and the Lower Cotton Valley Formation, Reservoir A, units to be recovered from any of the wells located on the units at the discretion of the operator.
- 5. To consider such other matters as may be pertinent.

The Hosston Formation, Reservoir A, in the Elm Grove Field, Caddo and Bossier Parishes, Louisiana, initially identified as the Hosston Zone, was defined in Office of Conservation Order No. 361-A-1, effective on and after October 1, 1972, and was further defined and identified as the Hosston Formation, Reservoir A, in Office of Conservation Order No. 361-A-5, effective May 25, 1977.

The Cotton Valley Formation, Reservoir A, in the Elm Grove Field, Caddo and Bossier Parishes, Louisiana, was fully defined in Office of Conservation order No. 361-B, effective on and after October 1, 1973 and was further defined by subsequent orders of the 361-B Series.

The Lower Cotton Valley Formation, Reservoir A, in the Elm Grove Field, Bossier Parish, Louisiana, was fully defined in Office of Conservation Order No. 361-E, effective on and after July 16, 1996.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

ELM GROVE FIELD 01-898 thru 01-900

All parties having interest therein shall take notice thereof.

BY ORDER OF:

PHILIP N. ASPRODITES COMMISSIONER OF CONSERVATION

Baton Rouge, La 10/5/01;10/10/01 S dpe

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE CONTACT <u>DEPARTMENT OF NATURAL RESOURCES</u>, <u>PERSONNEL SECTION</u> AT P.O. BOX 94396, BATON ROUGE, LA 70804-9396 IN WRITING OR BY TELEPHONE (225) 342-2134 BETWEEN THE HOURS OF 8:00 A.M. AND 4:30 P.M., MONDAY THRU FRIDAY WITHIN FIVE (5) WORKING DAYS OF THE HEARING DATE.